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BEFORE THE ARIZONA CORPORATION COMMISSION RECEIVED

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SUSAN BITTER SMITH - Chairman

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IN THE MATTER OF THE APPLICATION OF TRICO ELECTRIC COOPERATIVE, INC., AN ARIZONA NONPROFIT CORPORATION, FOR A

DETERMINATION OF THE CURRENT FAIR VALUE OF ITS UTILITY PLANT AND

PROPERTY AND FOR INCREASES IN ITS RATES AND CHARGES FOR UTILITY SERVICE AND FOR RELATED APPROVALS. DOCKET NO. E-01461A-15-0363

PROCEDURAL ORDER

RATE CASE

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BY THE COMMISSION:

On October 23, 2015, Trico Electric Cooperative, Inc. ("Trico" or "Company") filed an Application with the Arizona Corporation Commission ("Commission") for a rate increase.

On November 20, 2015, Robert B. Hall, a Trico customer, filed an Application for Leave to Intervene in this docket.

On November 25, 2015, Pima County, a Trico customer, filed an Application for Leave to Intervene in this docket.

Mr. Hall and Pima County will be directly and substantially affected by this proceeding and their participation will not unduly broaden the issues. There were no objections to intervention.

On November 30, 2015, the Commission's Utilities Division ("Staff") notified Trico that its application met the sufficiency requirements of Arizona Administrative Code ("A.A.C.") R14-2-103, and classified the Company as a Class A utility.

Pursuant to A.A.C. R14-3-101, the Commission now issues this Procedural Order to govern the preparation and conduct of this proceeding.

IT IS THEREFORE ORDERED that intervention is granted to Robert B. Hall and to Pima
Arizona Compration Commission

26 County.

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IT IS FURTHER ORDERED that the hearing in this matter shall begin on July 19, 2016, at 10:00 a.m., or as soon thereafter as is practical, at the Commission's offices, Room 222, 400 West Congress, Tucson, Arizona 85701, and shall continue through July 22, 2016, as necessary.

IT IS FURTHER ORDERED that a Pre-hearing Conference shall be held on July 18, 2016, at 10:00 a.m., at the Commission's Tucson Offices, Room 222, 400 West Congress, Tucson, Arizona, 85701, for the purpose of scheduling witnesses and the conduct of the hearing. Parties may appear telephonically, but should contact the Hearing Division at (602) 542-4250 to indicate if they will be calling in.¹

IT IS FURTHER ORDERED that any direct testimony (except that related to rate design and cost of service) and associated exhibits to be presented at hearing on behalf of Staff and Intervenors shall be reduced to writing and filed on or before May 4, 2016.

IT IS FURTHER ORDERED that any direct testimony related rate design and cost of service and associated exhibits to be presented at hearing on behalf of Staff and Intervenors shall be reduced to writing and filed on or before May 25, 2016.

IT IS FURTHER ORDERED that any rebuttal testimony and associated exhibits to be presented at hearing by the Company shall be reduced to writing and filed on or before June 22, 2016.

IT IS FURTHER ORDERED that any surrebuttal testimony and associated exhibits to be presented by the Staff and intervenors shall be reduced to writing and filed on or before July 8, 2016.

IT IS FURTHER ORDERED that any **rejoinder testimony** and associated exhibits to be presented at the hearing **by the Company** shall be reduced to writing and filed on or before **July 15**, **2016**.

IT IS FURTHER ORDERED that any objections to any testimony or exhibits which have been pre-filed before July 15, 2016, shall be made on or before the Pre-Hearing Conference.

¹ The call-in number to participate telephonically is 1-888-450-5996, Access Code 457395#.

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² "Days" means calendar days.

IT IS FURTHER ORDERED that any substantive corrections, revisions, or supplements to prefiled testimony shall be reduced to writing and filed no later than five days before the witness is scheduled to testify.

IT IS FURTHER ORDERED that **intervention** shall be in accordance with A.A.C. R14-3-105, except that all motions to intervene must be filed **on or before March 18, 2016**.

IT IS FURTHER ORDERED that discovery shall be as permitted by law and the rules and regulations of the Commission, except that through **April 27, 2016,** any objection to discovery requests shall be made within 7 days² of receipt and responses to discovery requests shall be made within 10 days of receipt; thereafter, objections to discovery requests shall be made within 5 days and responses shall be made in 7 days;¹ the response time may be extended by mutual agreement of the parties involved if the request requires an extensive compilation effort.

IT IS FURTHER ORDERED that, in the alternative to filing a written motion to compel discovery, any party seeking discovery may telephonically contact the Commission's Hearing Division to request a date for a procedural hearing to resolve the discovery dispute; that upon such a request, a procedural hearing will be convened as soon as practicable; and that the party making such a request shall forthwith contact all other parties to advise them of the hearing date and shall at the hearing provide a statement confirming that the other parties were contacted.³

IT IS FURTHER ORDERED that any responses to motions shall be filed within five days of the filing date of the motion.

IT IS FURTHER ORDERED that any replies shall be filed within five days of the filing date of the response.

IT IS FURTHER ORDERED that any motions filed in this matter that are not ruled upon by the Commission within 20 days of the filing date of the motion shall be deemed denied.

IT IS FURTHER ORDERED that the Company shall provide public notice of the hearing in this matter, in the following type size, form and style with the heading in no less than 16 point bold type and the body in no less than 10-point regular type:

³ The parties are encouraged to attempt to settle discovery disputes through informal, good-faith negotiations before seeking Commission resolution of the controversy.

PUBLIC NOTICE OF HEARING ON THE RATE APPLICATION OF TRICO ELECTRIC COOPERATIVE, INC. Docket No. E-01461A-15-0363

Summary

On October 23, 2015, Trico Electric Cooperative, Inc. ("Trico" or "Company") filed an application with the Arizona Corporation Commission ("Commission") for an increase in total revenues of \$2,182,076, or 2.49 percent. Among other things, Trico is proposing to modify its Net Metering Tariff and increase its monthly charge from \$15.00 to \$20.00. Under the energy rates as proposed by the Company, an average residential customer using 837 kWh would see a monthly increase of \$1.96, from \$116.84 to \$118.80, or 1.68 percent. A customer's bill depends on monthly energy consumption. A CUSTOMER USING LESS OR MORE ENERGY THAN THE AVERAGE WOULD EXPERIENCE A SMALLER OR LARGER INCREASE.

If you have any questions concerning how the Company's rate proposal will affect your bill or have other substantive questions about this application, you may contact the Company at: [COMPANY SHOULD INSERT NAME, ADDRESS, TELEPHONE NUMBER, AND E-MAIL ADDRESS FOR CUSTOMER CONTACTS CONCERNING THE APPLICATION].

The Commission's Utilities Division Staff is in the process of reviewing and analyzing the application and have not yet made recommendations regarding Trico's request. The Commission will determine the appropriate rate relief to be granted based on the evidence of record in this proceeding. THE COMMISSION IS NOT BOUND BY THE PROPOSALS MADE BY TRICO, STAFF, OR ANY INTERVENORS AND, THEREFORE, THE FINAL RATES APPROVED IN THIS DOCKET MAY BE LOWER OR HIGHER THAN THE RATES DESCRIBED ABOVE.

How You Can View or Obtain a Copy of the Rate Proposal

Copies of the application and proposed tariffs are available at Trico's offices [INSERT ADDRESS], and at the Commission's Docket Control Center at 1200 West Washington, Phoenix, Arizona, and at 400 West Congress, Suite 218, Tucson, Arizona, and on the internet via the Commission website (/www.azcc.gov/) using the e-Docket function.

Public Hearing Information

The Commission will hold a hearing on this matter beginning July 19, 2016, at 10:00 a.m., at the Commission's offices, Room 222, 400 West Congress, Tucson, Arizona, 85701.

Public comments will be taken at the beginning of the hearing. Written public comments may be submitted by mailing a letter referencing Docket No. **E-01461A-15-0363** to Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix, AZ 85007, or by email. For a form to use and instructions on how to e-mail comments to the Commission, go to http://www.azcc.gov/divisions/utilities/forms/PublicCommentForm.pdf. If you require assistance, you may contact the Consumer Services Section at 1-800-222-7000 or (520) 628-6550.

About Intervention

The law provides for an open public hearing at which, under appropriate circumstances, interested persons may intervene. An interested person may be granted intervention if the outcome of the case will directly and substantially impact the person, and the person's intervention will not unduly broaden the issues in the case. Intervention, among other things, entitles a party to present sworn evidence at hearing and to cross-examine other parties' witnesses. However, failure to intervene will not preclude any interested person or entity from appearing at the hearing and providing public comment on the application or from filing written comments in the record of the case.

To request intervention, you must file an **original and 13 hard copies** of a written request to intervene with Docket Control, 1200 West Washington, Phoenix, AZ 85007, **no later than March 18, 2016**. You also **must** serve a copy of the request to intervene on each party of record, on the same day that you file the request to intervene with the Commission. Information about intervention and sample intervention requests are available on the Commission's website (<u>www.azcc.gov</u>) using the "Intervention in Utility Cases" link.

Your request to intervene must contain the following:

- 1. Your name, address, and telephone number, and the name, address, and telephone number of any person upon whom service of documents is to be made, if not yourself;
- 2. A reference to **Docket No. E-01461A-15-0363**;

3. A short statement explaining:

- a. Your interest in the proceeding (e.g., a customer of the utility, a shareholder of the utility, etc.),
- b. How you will be directly and substantially affected by the outcome of the case, and
 - c. Why your intervention will not unduly broaden the issues in the case;
- 4. A statement certifying that you have served a copy of the request to intervene on the utility or its attorney and all other parties of record in the case; and
- 5. If you are not represented by an attorney who is an active member of the Arizona State Bar, and you are not representing yourself as an individual, sufficient information and any appropriate documentation to demonstrate compliance with Arizona Supreme Court Rules 31, 38, and 42, as applicable.

The granting of motions to intervene shall be governed by A.A.C. R14-3-105, except that all motions to intervene must be filed on or before **March 18, 2016**. If representation by counsel is required by Arizona Supreme Court Rule 31, intervention will be conditioned upon the intervenor obtaining counsel to represent the intervenor.

If you do not intervene in this proceeding, you will not receive further notice of the proceedings in this docket. However, all documents filed in this docket are available online (usually within 24 hours after docketing) at the Commission's website www.azcc.gov using the e-Docket function, located at the bottom of the website homepage. RSS feeds are also available through e-Docket.

ADA/Equal Access Information

The Commission does not discriminate on the basis of disability in admission to its public meetings. Persons with a disability may request a reasonable accommodation such as a sign language interpreter, as well as request this document in an alternative format, by contacting the ADA Coordinator Shaylin Bernal, E-mail SABernal@azcc.gov, voice phone number 602/542-3931. Requests should be made as early as possible to allow time to arrange the accommodation.

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IT IS FURTHER ORDERED that the Company shall mail to each of its customers a copy of the above notice by January 8, 2016; shall cause the above notice to be published at least once in a newspaper of local circulation in its service territory, with publication to be completed no later than January 8, 2016; and shall make the notice available on its website easily accessible from the homepage.

IT IS FURTHER ORDERED that the Company shall file certifications of mailing and publication as soon as practicable after they have been completed.

IT IS FURTHER ORDERED that notice shall be deemed complete upon mailing and publication of same, notwithstanding the failure of an individual customer to read or receive the notice.

IT IS FURTHER ORDERED that the Ex Parte Rule (A.A.C. R14-3-113 - Unauthorized Communications) applies to this proceeding and shall remain in effect until the Commission's Decision in this matter is final and non-appealable.

IT IS FURTHER ORDERED that all parties must comply with Rule 33 (c) and (d) of the Rules of the Arizona Supreme Court with respect to practice of law and admission *pro hac vice*.

IT IS FURTHER ORDERED that withdrawal of representation must be made in compliance with A.A.C. R14-3-104(E) and Rule 1.16 of the Rules of Professional Conduct (under Rule 42 of the Rules of the Arizona Supreme Court). Representation before the Commission includes the obligation to appear at all hearings and procedural conferences, as well as all Open Meetings for which the matter is scheduled for discussion, unless counsel has previously been granted permission to withdraw by the Administrative Law Judge.

IT IS FURTHER ORDERED that, as permitted under A.A.C. R14-3-107(B), each party to this matter may opt to receive service of all filings in this docket, including all filings by parties and all Procedural Orders and Recommended Opinions and Orders/Recommended Orders issued by the Commission's Hearing Division, via email sent to an email address provided by the party rather than via U.S. Mail. To exercise this option, a party shall:

1. Ensure that the party has a valid and active email address to which the party has regular and reliable access ("designated email address");

- 2. Complete a Consent to Email Service form, available on the Commission's website (www.azcc.gov);
- 3. File the original and 13 copies of the Consent to Email Service form with the Commission's Docket Control, also providing service to each party to the service list;
- 4. Send an email, containing the party's name and the docket number for this matter, to HearingDivisionServicebyEmail@azcc.gov from the designated email address, to allow the Hearing Division to verify the validity of the designated email address;
- 5. Understand and agree that service of a document on the party shall be complete upon the sending of an email containing the document to the designated email address, regardless of whether the party receives or reads the email containing the document; and
- 6. Understand and agree that the party will no longer receive service of filings in this matter through First Class U.S. Mail or any other form of hard-copy delivery, unless and until the party withdraws this consent through a filing made in this docket.

IT IS FURTHER ORDERED that a party's consent to email service shall not become effective until a Procedural Order is issued approving the use of email service for the party. The Procedural Order shall be issued only after the party has completed steps 1 through 4 above, and the Hearing Division has verified receipt of an email from the party's designated email address.

IT IS FURTHER ORDERED that a party's election to receive service of all filings in this matter via email does not change the requirement that all filings with the Commission's Docket Control must be made in hard copy and must include an original and 13 copies.

IT IS FURTHER ORDERED that the time periods specified herein shall not be extended pursuant to Rule 6(a) or (3) of the Rules of Civil Procedure.

1	IT IS FURTHER ORDERED that the Presiding Officer may rescind, alter, amend, or waive	
2	any portion of this Procedural Order either by subsequent Procedural Order or by ruling at hearing.	
3	DATED this 3 the day of December, 2015.	
4	DATED tins day of December, 2013.	
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6	DELINI	lisida A: Mand
7	ADMIN	JA A. MARTIN JISTRATIVE LAW JUDGE
8	Copies of the foregoing mailed this 3 day of December, 2015 to:	
9	Michael W. Patten Jason D. Gellman	C. Webb Crockett Patrick J. Black
10	SNELL & WILMER, L.L.P. One Arizona Center	FENNEMORE CRAIG, P.C. 2394 East Camelback Road, Suite 600
11	400 East Van Buren Street Phoenix, AZ 85004	Phoenix, AZ 85016
13	Vincent Nitido, CEO/General Manager	Kevin C. Higgins, Principal ENERGY STRATEGIES, LLC
14	TRICO ELECTRIC COOPERATIVE, INC. 8600 West Tangerine Road Marana, AZ 85658	215 South State Street, Suite 200 Salt Lake City, UT 84111
15	Robert B. Hall, Ph.D.	Janice Alward, Chief Counsel Legal Division
16	4809 Pier Mountain Place Marana, AZ 85658	ARIZONA CORPORATION COMMISSION 1200 W. Washington Street Phoenix, Arizona 85007
17	Barbara LaWall, Pima County Attorney Charles Wesselhoft, Deputy County Attorney	Thomas Broderick, Director
18 19	PIMA COUNTY ATTORNEYS OFFICE 32 North Stone Avenue, Suite 2100	Utilities Division ARIZONA CORPORATION COMMISSION
20	Tucson, AZ 85701	1200 W. Washington Street Phoenix, Arizona 85007
21		COASH & COASH, INC. Court Reporting, Video & Videoconferencing 1802 North 7 th Street
22		1802 North 7 th Street Phoenix, AZ 85006
23		
24		
25	1001	
26	By: Tammy Velarde	
27	Assistant to B elinda A Martin	
28		